

Section A -- Financial Statistics

The tables in this section generally present data on financial operations under the Railroad Retirement and Railroad Unemployment Insurance Acts for fiscal year 2001 and for varying numbers of prior years.

The main source of financing the railroad retirement program is a payroll tax paid by employers and employees. Railroad retirement taxes and benefits are paid on a two-tier basis. Employers and employees pay tier I taxes at the same rate as social security taxes, and the amount of earnings subject to the tax corresponds to the prevailing social security taxable maximum. Tier II taxes finance benefits payable over and above social security levels, but earnings subject to the tax are restricted to the social security taxable maximums which would have been applicable under continuation of pre-1977 social security law. Both employers and employees pay tier II taxes, but at different rates.

In calendar year 2000, a tier I tax rate of 7.65 percent for employers and employees applied to compensation up to \$76,200 per year. The tier II tax rate was paid by employers and employees at rates of 16.10 percent and 4.90 percent, respectively, and was levied on annual earnings up to \$56,700. During 2001, employers and employees also paid 7.65 percent for tier I taxes, while tier II tax rates remained at 16.10 percent and 4.90 percent for employers and employees, respectively. The earnings subject to these taxes in 2001 were limited to \$80,400 for tier I and \$59,700 for tier II. The tier I rates include taxes that finance the hospital insurance portion of Medicare; that tax rate for both employees and employers was 1.45 percent for 2000 and 2001. In the years 1991-1993, hospital insurance had an annual earnings base separate from that for tier I. Beginning in 1994, there is no limit to earnings subject to the hospital insurance portion of the tier I tax rate.

Additional income is derived from Federal income taxes on tier I, tier II and vested dual benefits, from interest on invested funds and from the financial interchange with the social security system. The experience under the latter arrangement is presented in table A3. Under this arrangement, the social security trust funds are, in effect, credited with taxes received on railroad payrolls, and charged with the additional benefits and administrative costs they would have paid if railroad employment had been covered under the social security program. Financial interchange determinations are made jointly by the Board, the Social Security Administration, and the Centers for Medicare & Medicaid Services on an annual basis. Separate determinations are made with respect to the Old-Age and Survivors Insurance, Disability Insurance, and Hospital Insurance Trust Funds.

The railroad unemployment and sickness benefit programs are financed by contributions from railroad employers, based on a percentage of their employees' taxable earnings. In 2000 and 2001, the taxable earnings base for those programs was the first \$1,005 and \$1,050, respectively, of each employee's monthly earnings. Beginning in 1991, each employer's contribution rate is experience based.

Fiscal years begin October 1 of the prior calendar year and end September 30.

In the tables, detailed figures may not add to totals shown because of rounding.

Table A1.--Beneficiaries and benefits paid under the Railroad Retirement Act and the Railroad Unemployment Insurance Act, by fiscal year, 1992-2001

Fiscal year	Total ¹	Retirement ²	Survivor ²	Unemployment	Sickness
BENEFICIARIES (in thousands)					
1992.....	956	626	301	25	23
1993.....	935	615	298	20	22
1994.....	912	599	288	21	22
1995.....	879	582	282	16	21
1996.....	849	565	272	17	20
1997.....	830	549	263	15	21
1998.....	800	530	254	11	21
1999.....	777	514	246	13	22
2000.....	755	499	237	14	23
2001.....	737	483	228	18	24
BENEFIT PAYMENTS (in millions)					
1992.....	\$7,771.7	\$5,754.0	\$1,939.9	³ \$54.6	\$23.2
1993.....	7,941.6	5,896.0	1,976.2	³ 47.7	21.7
1994.....	8,044.9	5,978.9	1,999.9	³ 40.9	25.1
1995.....	8,120.6	6,042.9	2,016.3	35.7	25.8
1996.....	8,179.1	6,089.1	2,024.4	40.7	24.9
1997.....	8,278.6	6,166.3	2,039.4	37.5	35.4
1998.....	8,305.9	6,199.0	2,047.5	25.9	33.4
1999.....	8,317.7	6,207.2	2,041.3	33.0	36.2
2000.....	8,373.3	6,254.1	2,040.3	36.4	42.4
2001.....	8,506.2	6,352.6	2,058.8	43.2	51.6

¹ Benefit payments include a small amount of payments for hospital insurance benefits for services in Canada.

² Retirement benefits include vested dual benefit and supplemental annuity payments. Survivor benefits include vested dual benefit payments.

³ Includes extended unemployment benefits paid to claimants with less than 10 years of service and additional extended benefits to those with 10-14 years.

NOTE.-- Number of beneficiaries represents all individuals paid benefits in year. In total number for each year, beneficiaries are counted only once, even though they may have received more than one type of benefit. In fiscal year 2001, 11,000 individuals received both retirement and survivor benefits, 1,600 employees received both unemployment and sickness benefits, and 4,000 employees received benefits under both the Railroad Retirement Act and the Railroad Unemployment Insurance Act. These figures are partly estimated, and totals for earlier years are similarly adjusted.

Table A2.--Status of the Railroad Retirement, Social Security Equivalent Benefit, Supplemental, and Dual Benefits Payments Accounts, by fiscal year, 1992-2001 (In millions)

Fiscal year	Receipts					Expenditures					
	Tax transfers ¹	Interest and profit on investments ²	Transfers under financial interchange ³	Dual benefit transfers ⁴	Advances against financial interchange ⁵	Benefit payments ⁶	Net transfers to administration	Transfers under financial interchange ³	Repayments of advances against financial interchange	Interest on advances against financial interchange	Balance at end of period ⁷
RAILROAD RETIREMENT ACCOUNT											
1992.....	\$2,605.6	\$1,157.0	.....	.....	.....	\$2,715.7	\$49.2	.....	.....	.....	\$10,270.5
1993.....	2,334.2	754.1	.....	.....	.....	2,799.4	49.5	.....	.....	.....	⁸ 10,692.2
1994.....	⁹ 2,619.1	879.0	.....	.....	.....	2,847.6	49.7	.....	.....	.....	11,286.1
1995.....	2,523.9	1,071.0	.....	.....	.....	2,906.1	50.5	.....	.....	.....	11,926.4
1996.....	¹⁰ 2,474.7	¹¹ 913.0	.....	.....	.....	2,854.5	50.8	.....	.....	.....	12,352.5
1997.....	2,518.7	¹² 1,348.9	.....	.....	.....	¹² 2,225.5	47.1	.....	.....	.....	13,972.3
1998.....	2,660.8	1,730.2	.....	.....	.....	2,888.3	49.5	.....	.....	.....	15,451.2
1999.....	¹³ 2,932.4	316.0	.....	.....	.....	2,880.6	51.2	.....	.....	.....	15,768.9
2000.....	2,928.6	1,316.0	.....	.....	.....	2,925.3	55.9	.....	.....	.....	17,032.9
2001.....	2,819.2	2,038.9	.....	.....	.....	2,930.2	54.7	.....	.....	.....	18,907.2
SOCIAL SECURITY EQUIVALENT BENEFIT ACCOUNT ¹⁴											
1992.....	\$1,895.7	\$119.2	\$3,206.4	.....	\$2,907.9	\$4,571.0	\$28.5	\$374.5	\$2,762.6	\$261.8	\$1,417.6
1993.....	1,850.8	73.4	3,435.4	.....	2,939.9	4,685.3	25.3	400.5	2,914.5	250.8	1,440.6
1994.....	1,849.5	76.2	3,525.5	.....	3,019.3	4,768.0	24.1	412.9	2,920.8	232.5	1,552.6
1995.....	1,924.3	75.2	4,120.1	.....	3,077.9	4,811.3	26.7	396.1	3,023.7	226.8	2,265.0
1996.....	¹⁰ 1,918.3	¹¹ 123.3	3,556.3	.....	3,150.1	4,939.4	23.3	401.3	3,081.1	248.4	2,319.4
1997.....	2,046.5	¹² (116.2)	3,747.2	.....	3,183.9	¹² 5,681.4	25.3	419.1	3,154.8	244.2	1,656.1
1998.....	2,208.7	90.7	3,819.1	.....	3,145.1	5,078.8	26.2	419.4	3,183.9	246.1	1,965.2
1999.....	¹³ 2,000.1	91.5	3,816.0	.....	2,992.3	5,104.5	25.2	429.9	3,132.0	238.8	1,934.7
2000.....	2,208.5	101.7	3,697.6	.....	3,005.1	5,124.8	27.1	465.3	2,971.8	218.3	2,140.3
2001.....	2,134.0	93.8	3,282.8	.....	3,145.2	5,256.5	25.0	469.7	3,001.3	220.9	1,822.7

See footnotes at end of table.

Table A2.--Status of the Railroad Retirement, Social Security Equivalent Benefit, Supplemental, and Dual Benefits Payments Accounts, by fiscal year, 1992-2001 (In millions) - Continued

Fiscal year	Receipts					Expenditures					
	Tax transfers ¹	Interest and profit on investments ²	Transfers under financial interchange ³	Dual benefit transfers ⁴	Advances against financial interchange ⁵	Benefit payments ⁶	Net transfers to administration	Transfers under financial interchange ³	Repayments of advances against financial interchange	Interest on advances against financial interchange	Balance at end of period ⁷
RAILROAD RETIREMENT SUPPLEMENTAL ACCOUNT											
1992.....	\$100.0	\$2.3	.....	.....	.....	\$102.1	\$2.3	.....	.....	.....	\$34.9
1993.....	112.6	2.0	.....	.....	.....	98.5	2.3	.....	.....	.....	48.7
1994.....	88.1	1.5	.....	.....	.....	94.0	2.3	.....	.....	.....	42.1
1995.....	77.0	1.1	.....	.....	.....	90.3	2.3	.....	.....	.....	27.6
1996.....	¹⁰ 68.3	¹¹ (20.5)	.....	.....	.....	86.2	2.2	.....	.....	.....	41.2
1997.....	103.6	(0.9)	.....	.....	.....	82.4	2.2	.....	.....	.....	35.3
1998.....	118.1	0.7	.....	.....	.....	78.6	2.0	.....	.....	.....	41.0
1999.....	90.4	2.5	.....	.....	.....	75.1	2.1	.....	.....	.....	56.8
2000.....	76.7	3.5	.....	.....	.....	72.9	2.3	.....	.....	.....	61.7
2001.....	67.8	3.1	.....	.....	.....	68.8	2.0	.....	.....	.....	61.7
DUAL BENEFITS PAYMENTS ACCOUNT ¹⁵											
1992.....	.....	.....	.....	\$319.1	.....	\$305.0	.....	.....	.....	.....	\$14.1
1993.....	.....	.....	.....	294.0	.....	289.2	.....	.....	.....	.....	4.9
1994.....	.....	.....	.....	277.0	.....	269.4	.....	.....	.....	.....	7.6
1995.....	.....	.....	.....	254.0	.....	251.5	.....	.....	.....	.....	2.5
1996.....	.....	.....	.....	239.0	.....	233.4	.....	.....	.....	.....	5.3
1997.....	.....	.....	.....	223.0	.....	216.4	.....	.....	.....	.....	6.6
1998.....	.....	.....	.....	205.5	.....	200.9	.....	.....	.....	.....	4.6
1999.....	.....	.....	.....	189.0	.....	188.4	.....	.....	.....	.....	0.6
2000.....	.....	.....	.....	173.3	.....	171.4	.....	.....	.....	.....	1.9
2001.....	.....	.....	.....	160.0	.....	156.0	.....	.....	.....	.....	4.0

See footnotes at end of table.

Table A2.--Status of the Railroad Retirement, Social Security Equivalent Benefit, Supplemental, and Dual Benefits Payments Accounts, by fiscal year, 1992-2001 (In millions) - Continued

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- ¹ Net of U.S. Treasury adjustments for payroll tax refunds to certain carriers and their employees for prior periods. Includes Federal income tax transfers under section 72(r) of the Internal Revenue Code as amended. In fiscal years 1992-1994, the Railroad Retirement Account includes repayment taxes under Chapter 23A of the Internal Revenue Code, as amended, applied against outstanding loans due from the Railroad Unemployment Insurance Account.
- ² Net of interest on U.S. Treasury adjustments for payroll tax refunds (see note 1). Railroad Retirement and Social Security Equivalent Benefit Accounts reflect adjustments in interest for benefit payment adjustments related to the financial interchange (see note 6).
- ³ Transfers to or from OASDHI Trust Funds under section 7(c)(2) of the 1974 Railroad Retirement Act.
- ⁴ Transfers from U.S. Treasury under section 15(d) of the Railroad Retirement Act of 1974 and Federal income tax transfers under section 72(r) of the Internal Revenue Code as amended.
- ⁵ Advances, including interest, from U.S. Treasury to offset lag in receipt of financial interchange funds under section 7(c)(4) of the 1974 Railroad Retirement Act as amended.
- ⁶ Railroad Retirement and Social Security Equivalent Benefit Accounts reflect adjustments in benefit payments charged to the Social Security Equivalent Benefit Account as compared to actual financial interchange benefits.
- ⁷ Through fiscal year 1995, all Account balances include liabilities for uncashed check credits received from U.S. Treasury. Beginning in fiscal year 1996, only the Railroad Retirement Account balance reflects these credits. The Railroad Retirement Account balance also reflects (a) the current net difference between Board payments of social security benefits and the receipt of reimbursements for such payments, (b) credits for undistributed payment returns and recoveries, and (c) loans to and repayments from the Railroad Unemployment Insurance or the Supplemental Accounts. Beginning fiscal year 1996, the Supplemental Account balance reflects loans from and repayments (including interest) to the Railroad Retirement Account. The Dual Benefits Payments Account balance does not carry over to the following year.
- ⁸ Reflects payment during the year of the entire debt balance from the Railroad Unemployment Insurance Account, \$83.1 million in principal and \$97.1 million in interest.
- ⁹ Includes an income tax transfer adjustment of +\$193 million for fiscal year 1993.
- ¹⁰ Reflects adjustment for misclassified supplemental annuity tax refunds for fiscal year 1996 and prior fiscal years: Railroad Retirement Account -\$13.4 million, Social Security Equivalent Benefit Account -\$14.5 million, and Supplemental Account +\$27.9 million.
- ¹¹ Reflects adjustment for misclassified supplemental annuity tax refunds for fiscal year 1996 and prior fiscal years: Railroad Retirement Account -\$11.0 million, Social Security Equivalent Benefit Account -\$10.8 million, and Supplemental Account +\$21.8 million.
- ¹² Reflects adjustment in benefit payments (Railroad Retirement Account -\$676.8 million, Social Security Equivalent Benefit Account +\$676.8 million) charged to the Social Security Equivalent Benefit Account for October 1984 - December 1995, as compared to actual financial interchange benefits, with interest (Railroad Retirement Account +\$241.6 million, Social Security Equivalent Benefit Account -\$241.6 million) through August 1, 1997.
- ¹³ Reflects transfer of \$83.1 million from the Social Security Equivalent Benefit Account to the Railroad Retirement Account for reallocation of fiscal year 1998 payroll taxes. Railroad Retirement Account also reflects special Treasury income tax adjustment of \$146 million for calendar years 1988-1994.
- ¹⁴ Established October 1, 1984, to keep track of the financing and payment of social security level portions of railroad retirement benefits.
- ¹⁵ Established October 1, 1981, to keep track of the financing and payment of vested dual benefits.

Table A3.--Status of the financial interchange between the Railroad Retirement Accounts and the Old-Age and Survivors, Disability, and Hospital Insurance Trust Funds, by fiscal year, 1992-2001, on a cash basis (In millions)

Fiscal year	Taxes ¹	Benefit payments and administrative expenses ²	Amount due as of end of year to or from () the Railroad Retirement Accounts ³	Transferred to or from () the Railroad Retirement Accounts ⁴
OLD-AGE AND SURVIVORS INSURANCE				
1992.....	\$1,379.6	\$4,507.3	\$3,189.3	\$3,148.4
1993.....	1,434.8	4,554.9	3,266.1	3,352.5
1994.....	1,312.9	4,949.5	3,879.8	3,419.6
1995.....	1,317.2	⁵ 4,604.2	3,391.0	4,052.3
1996.....	1,335.1	4,727.0	3,525.4	3,554.1
1997.....	1,395.2	4,789.9	3,500.7	3,688.1
1998.....	1,423.6	4,845.2	3,521.8	3,662.2
1999.....	1,536.2	4,828.3	3,390.1	3,681.4
2000.....	1,516.8	⁵ 4,542.2	3,135.2	3,538.2
2001.....	.....	.....	.....	3,273.1
Cumulative 1937-2001.....	\$39,061.7	\$110,991.0	.....	\$78,846.2
DISABILITY INSURANCE				
1992.....	\$143.5	\$212.8	\$78.8	\$58.0
1993.....	148.5	241.6	101.2	82.8
1994.....	202.6	250.1	64.9	106.0
1995.....	227.9	⁶ 232.0	2.1	67.8
1996.....	231.7	281.0	56.5	2.2
1997.....	220.2	324.2	149.9	59.1
1998.....	218.3	328.3	128.8	156.8
1999.....	231.3	367.3	152.7	134.6
2000.....	234.1	⁶ 225.6	9.3	159.4
2001.....	.....	.....	.....	9.7
Cumulative 1937-2001.....	\$4,749.6	\$6,180.1	.....	\$1,761.3

See footnotes at end of table.

Table A3.--Status of the financial interchange between the Railroad Retirement Accounts and the Old-Age and Survivors, Disability, and Hospital Insurance Trust Funds, by fiscal year, 1992-2001, on a cash basis (In millions) - Continued

Fiscal year	Taxes ¹	Benefit payments and administrative expenses ²	Amount due as of end of year to or from () the Railroad Retirement Accounts ³	Transferred to or from () the Railroad Retirement Accounts ⁴
HOSPITAL INSURANCE				
1992.....	\$358.0	\$2.3	(\$381.0)	(\$374.5)
1993.....	381.4	3.0	(394.4)	(400.5)
1994.....	361.1	2.6	(379.2)	(412.9)
1995.....	364.9	2.6	(382.9)	(396.1)
1996.....	381.9	2.2	(400.6)	(401.3)
1997.....	384.2	3.6	(400.9)	(419.1)
1998.....	391.3	3.1	(411.3)	(419.4)
1999.....	421.1	3.1	(445.8)	(429.9)
2000.....	424.4	2.6	(449.9)	(465.3)
2001.....	.....	.....	.....	(469.7)
Cumulative 1937-2001.....	\$8,768.0	\$57.2	.....	(\$9,625.6)

¹ Beginning fiscal year 1984, Old-Age and Survivors Insurance and Disability Insurance include Federal income taxes. Hospital Insurance income taxes included beginning fiscal year 1994.

² Cumulative for Old-Age and Survivor Insurance and Disability Insurance is net of pre-1957 military service adjustments. For hospital insurance, administrative expenses only.

³ Includes interest at rate applicable to each trust fund.

⁴ Represents transfer of amount due at end of preceding year with interest from due date to date of transfer.

⁵ Includes adjustment for pre-1957 military service: Fiscal Year 1995 -\$51.2 million, Fiscal Year 2000 -\$326.1 million.

⁶ Includes adjustment for pre-1957 military service: Fiscal Year 1995 -\$41.5 million, Fiscal Year 2000 -\$145.0 million.

NOTE.--Under the financial interchange provision of the Railroad Retirement Act, the Board, the Commissioner of Social Security, and the Secretary of Health and Human Services make annual determinations of the amounts which would place the Federal Old-Age and Survivors, Disability, and Hospital Insurance Trust Funds in the same position in which they would have been if railroad employment had been covered by the Social Security Act. Transfers are to or from the Railroad Retirement Account in all years through fiscal year 1984; beginning fiscal year 1985, transfers are to or from the Social Security Equivalent Benefit Account. All figures are net after adjustment for changes in prior years.

Table A4.--Status of the Railroad Unemployment Insurance Account, by fiscal year, 1997-2001 (In thousands)

Ite m	Fiscal year				
	1997	1998	1999	2000	2001
RECEIPTS					
Taxes	\$11,194	\$49,797	\$91,855	\$47,977	\$30,575
Interest	7,008	4,539	6,892	7,332	4,204
Transfer from Administration fund under sec. 11(d) of the RUI Act	694	2,993	5,814	6,546	6,048
Undistributed recoveries of benefit payments ¹	(339)	354	(99)	170	865
Total	\$18,557	\$57,683	\$104,462	\$62,025	\$41,692
EXPENDITURES					
Benefit payments	\$72,868	\$59,317	\$69,200	\$78,759	\$94,823
Funding for Office of Inspector General	1,030	1,089	1,158	1,209	1,233
Total	\$73,898	\$60,406	\$70,358	\$79,967	\$96,057
Cash balance end of period	\$69,335	\$66,611	\$100,715	\$82,773	\$28,409

¹ Net of distributed payments.

Table A5.--Status of the RUIA Administration Fund, by fiscal year, 1992-2001 (In thousands)

Fiscal year	Taxes and interest	Administrative expenditures ¹	Transfer to Railroad Unemployment Insurance Account under Sec. 11d ²	Balance at end of period
1992	\$18,560	\$16,760	\$3,571	\$4,046
1993	16,703	16,652	1,064	3,034
1994	17,416	16,484	.....	³ 3,965
1995	³ 17,597	16,462	538	4,634
1996	17,373	16,497	689	4,821
1997	16,891	16,136	694	4,883
1998	19,081	13,123	2,993	7,849
1999	20,235	13,188	5,814	9,081
2000	19,941	14,847	6,546	7,629
2001	20,434	14,004	6,048	8,011

¹ Expenditures for each year included encumbrances as of end of year.

² Transfers to the Railroad Unemployment Insurance Account are based on an accrual balance of \$6,000,000 on September 30.

³ The cash balance at the beginning of fiscal year 1995 was increased \$72,000 to \$4,037,000 and fiscal year 1995 interest was decreased \$72,000 due to a fiscal year 1994 audit adjustment.

**Table A6.--Retirement, survivor, unemployment, and sickness benefit payments, by class of benefit and state
of residence of beneficiary, fiscal year 2001 (In thousands)**

State	Total	Retirement benefits	Survivor benefits	Unemployment benefits	Sickness benefits
Alabama	\$137,738	\$100,512	\$35,926	\$546	\$754
Alaska	2,605	1,771	629	203	1
Arizona	149,005	114,820	32,742	910	533
Arkansas	133,043	102,782	28,245	579	1,437
California	478,065	355,376	116,000	2,762	3,927
Colorado	113,797	84,583	27,894	726	594
Connecticut	43,625	32,190	10,953	216	265
Delaware	26,260	18,850	6,970	132	309
Washington DC	11,787	8,002	3,562	76	147
Florida	446,966	350,926	94,283	520	1,236
Georgia	214,193	162,088	50,051	658	1,396
Hawaii	2,227	1,642	585	.....	.....
Idaho	68,841	53,349	14,800	409	285
Illinois	540,500	405,314	127,389	3,713	4,084
Indiana	243,382	182,104	58,052	1,283	1,943
Iowa	133,487	99,781	32,300	887	519
Kansas	208,285	160,483	45,816	1,068	919
Kentucky	217,919	165,163	50,590	664	1,501
Louisiana	119,619	87,365	30,819	589	846
Maine	47,532	35,399	11,615	274	243
Maryland	154,754	114,050	38,919	603	1,183
Massachusetts	70,809	49,832	20,071	341	565
Michigan	221,742	171,306	47,763	1,363	1,310
Minnesota	245,295	186,868	55,911	1,655	860
Mississippi	85,129	63,447	21,076	173	433
Missouri	281,530	211,089	67,207	1,777	1,457
Montana	94,213	72,421	20,710	699	383
Nebraska	160,471	123,051	34,056	1,912	1,452
Nevada	49,983	39,951	9,714	161	157
New Hampshire	12,626	8,870	3,637	59	60

Table A6.--Retirement, survivor, unemployment, and sickness benefit payments, by class of benefit and state of residence of beneficiary, fiscal year 2001 (In thousands) - Continued

State	Total	Retirement benefits	Survivor benefits	Unemployment benefits	Sickness benefits
New Jersey	\$153,327	\$111,290	\$39,903	\$540	\$1,594
New Mexico	70,121	52,438	16,425	922	336
New York	352,816	257,925	90,219	1,482	3,189
North Carolina	145,020	109,466	34,678	300	576
North Dakota	51,862	38,547	12,183	879	253
Ohio	462,392	339,272	118,985	1,917	2,218
Oklahoma	75,711	56,571	18,646	206	288
Oregon	129,968	99,815	29,086	481	587
Pennsylvania	640,696	456,682	176,982	2,945	4,088
Rhode Island	8,660	5,926	2,547	74	113
South Carolina	90,820	68,123	21,981	233	483
South Dakota	18,130	13,040	4,743	262	85
Tennessee	168,978	122,643	44,669	673	993
Texas	482,841	358,363	119,344	2,196	2,938
Utah	86,690	64,782	21,349	244	314
Vermont	13,989	10,011	3,893	46	39
Virginia	267,669	199,993	64,419	1,573	1,684
Washington	171,128	132,692	37,052	500	884
West Virginia	155,696	113,937	40,218	539	1,002
Wisconsin	156,856	118,524	36,244	1,401	687
Wyoming	47,483	35,898	10,288	835	461
Outside United States:					
Canada ¹	27,786	16,588	11,184	.....	.....
Mexico	4,345	2,242	2,104	.....	.....
Other	7,830	4,490	3,341	.....	.....
Total	\$8,506,244	\$6,352,638	\$2,058,770	\$43,210	\$51,613

¹ Total includes \$13,000 in hospital insurance benefits for services in Canada.

NOTE.--Data partly estimated.